

MRC RESEARCH ON ZANGO

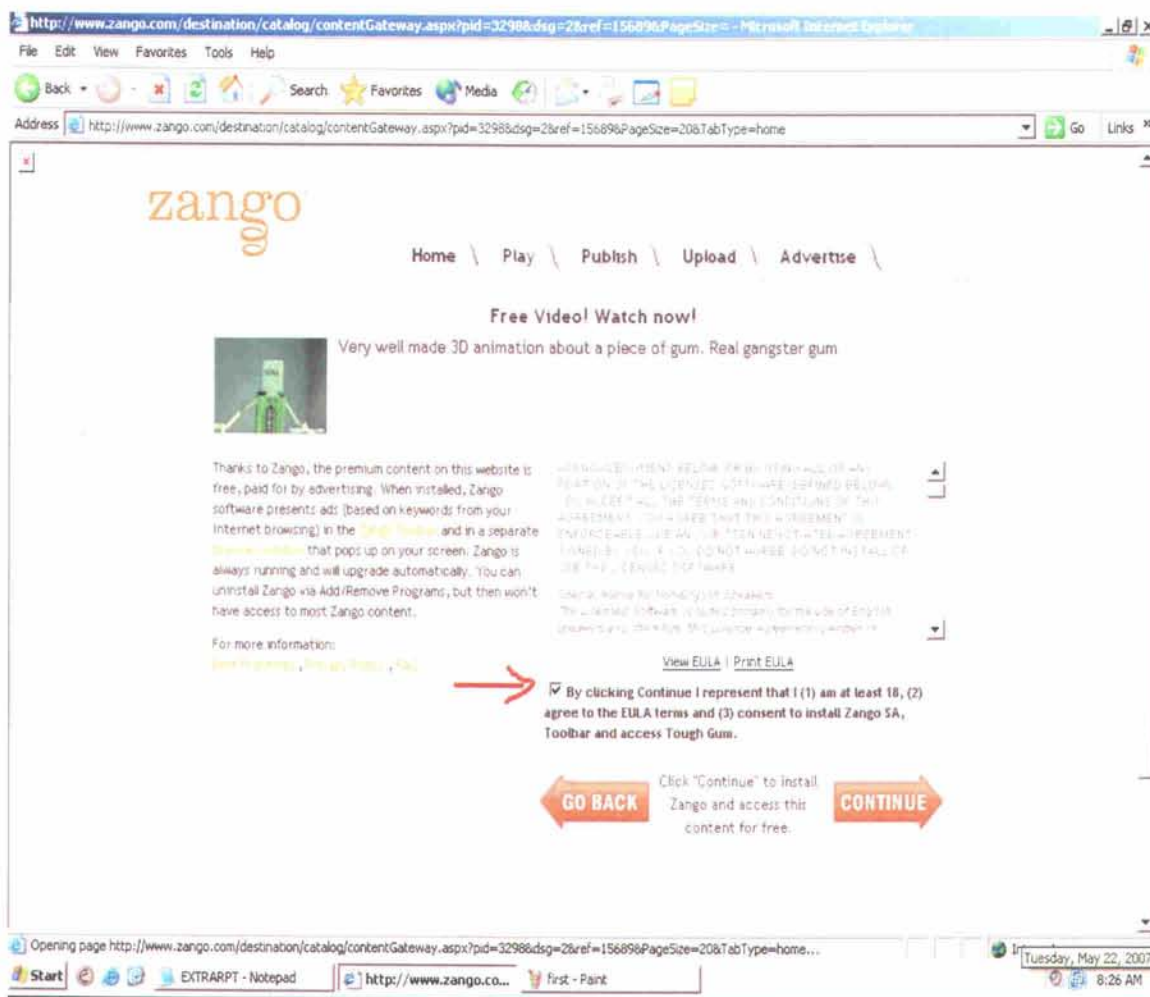
By Nachiketa Thakur

<http://www.ftc.gov/opa/2006/11/zango.shtm>
<http://www.vitalsecurity.org/2006/11/zango-ftc-andlicat.html>
<http://www.vitalsecurity.org/2006/11/trojan-serves-up-zango-videos-another.html>
<http://www.vitalsecurity.org/2006/11/presenting-zangozones.html>
<http://www.websense.com/securitylabs/alerts/alert.php?AlertID=689>
<http://64.233.167.104/search?q=cache:Gr4RALZ0KsMJ:www.vitalsecurity.org/2006/09/fake-video-webmaster-is-also-pushing.html+zango+paris+hilton+video&hl=en&ct=clnk&cd=3&gl=au>

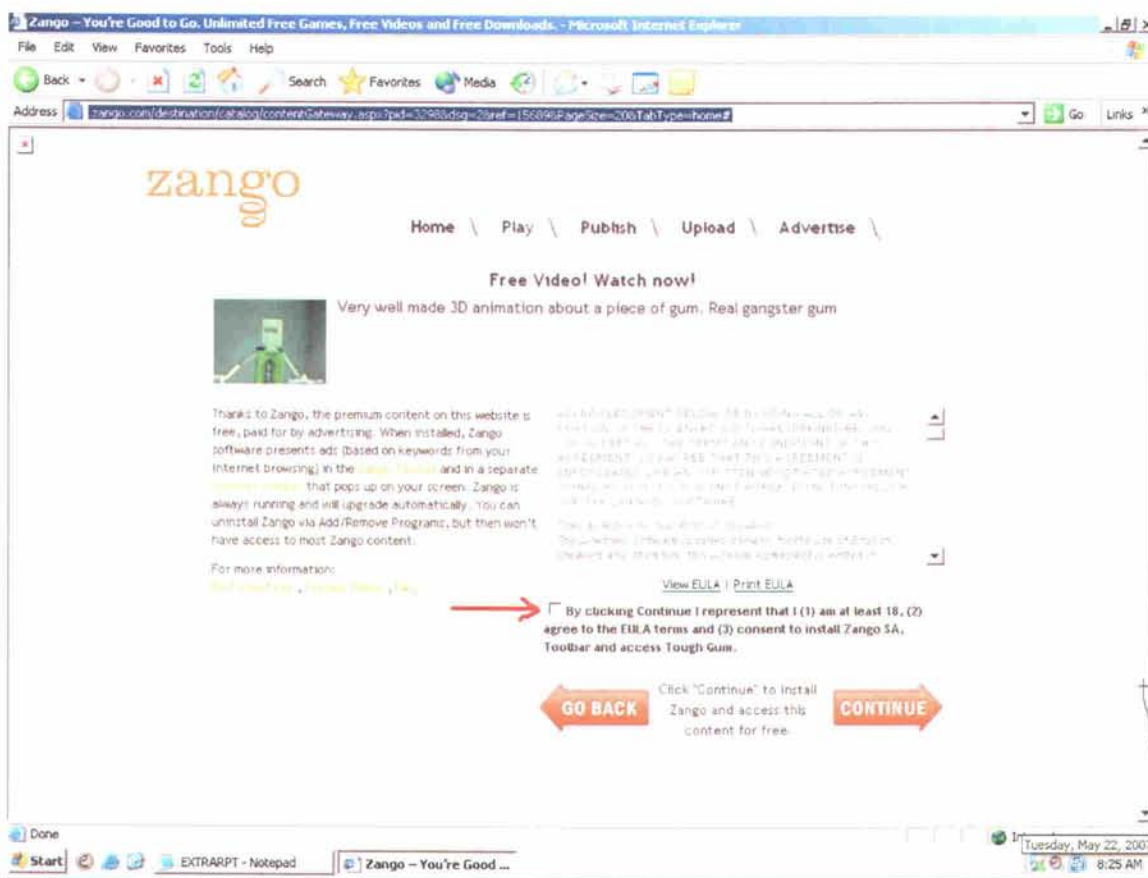
On 3rd November 2006 Zango had a settlement with FTC (Federal Trade Commission). Zango's had the following obligations to fulfill under the proposed settlement:

- 1) Prohibited from using "any legacy program to display any advertisement to, or otherwise communicate with, a consumer's computer."
- 2) Prohibited from (directly or via third parties) "exploiting" a security vulnerability ... to download or install onto any computer any software code, program, or content."
- 3) Prohibited from installing software onto users' computers without "express consent." **Obtaining "express consent" requires "clearly and prominently disclos[ing] the material terms of such software program or application prior to the display of, and separate from, any final end user license agreement."**
- 4) Required to **"provide a reasonable and effective means for consumers to uninstall the software or application,"** through a computers' Add/Remove utility.
- 5) Required to **"clearly and prominently" label each advertisement it displays.**

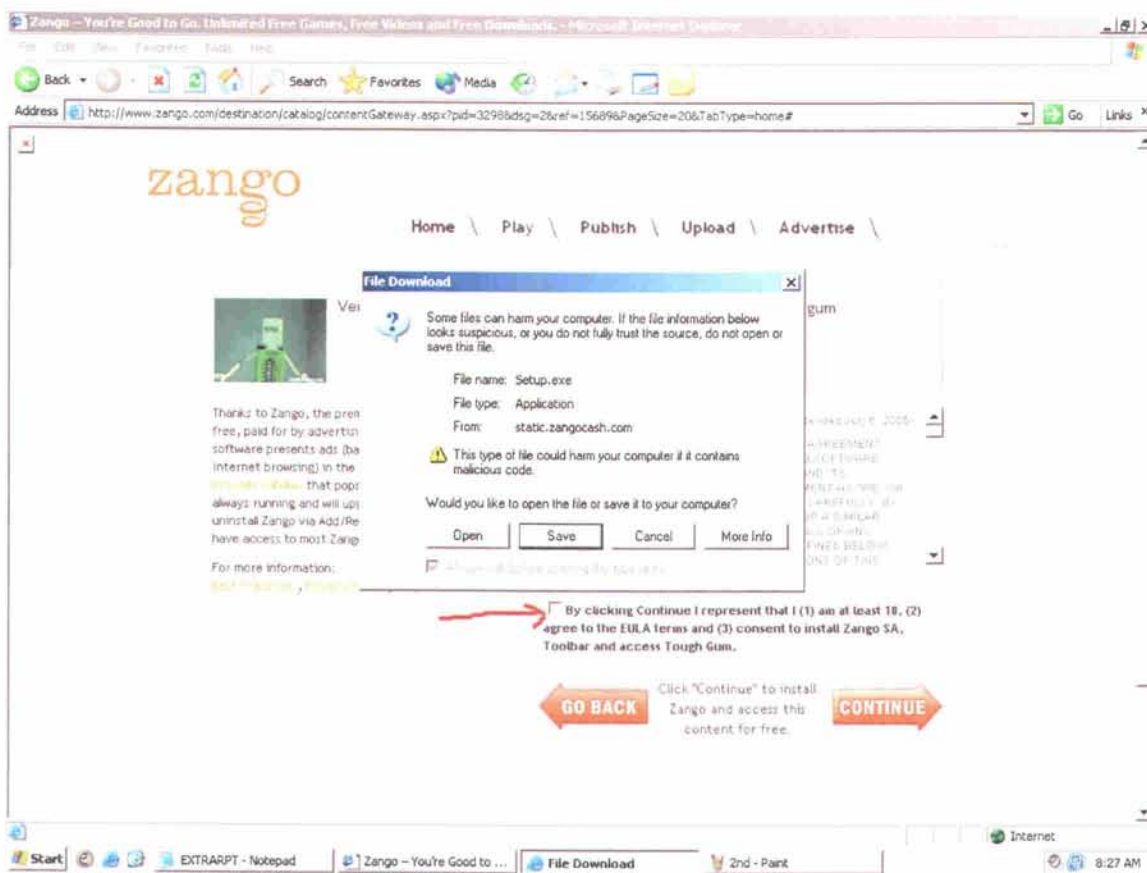
EXHIBIT
3

ZANGO INSTALLATION

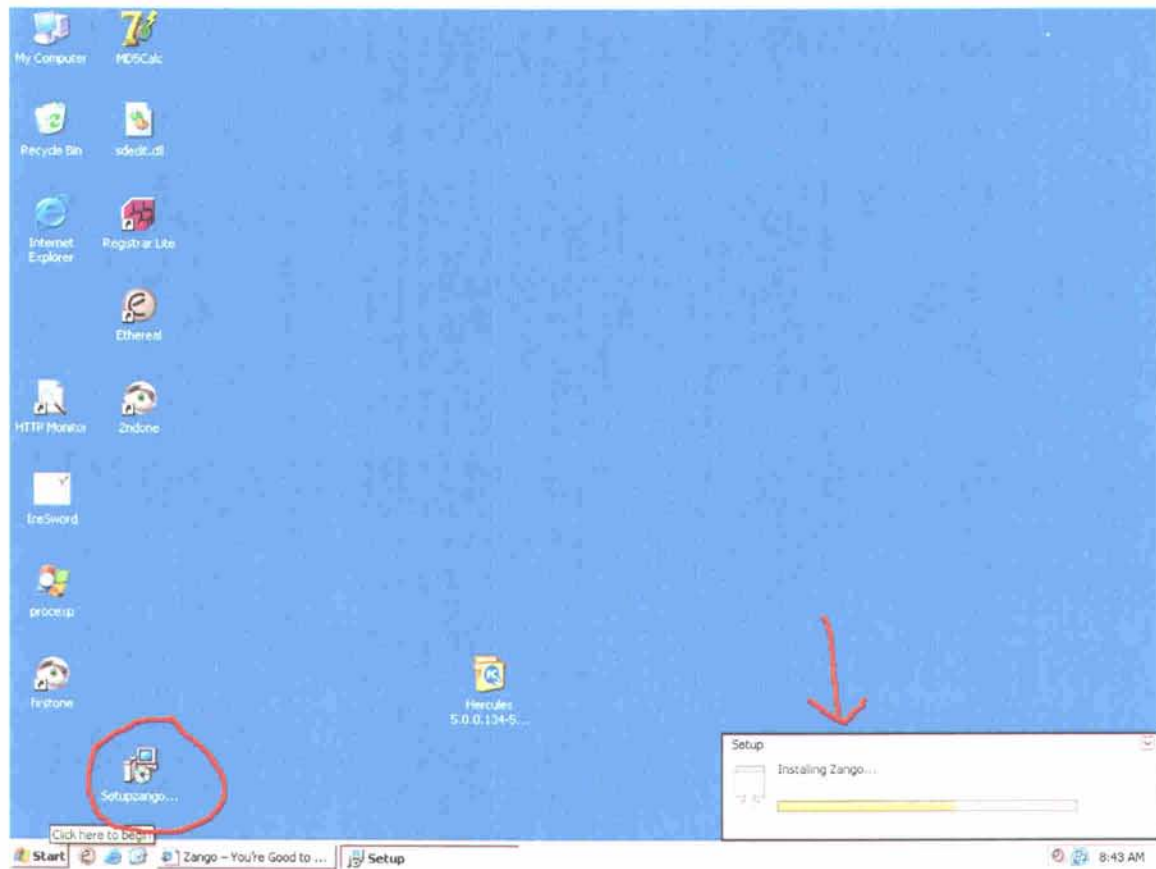
This snapshot has been taken directly from their website. Note the box is already ticked and now have a look at the following snapshot.



Note I have unchecked the box which means I do not consent for the EULA. Now I click on the continue button just to proceed from this page.

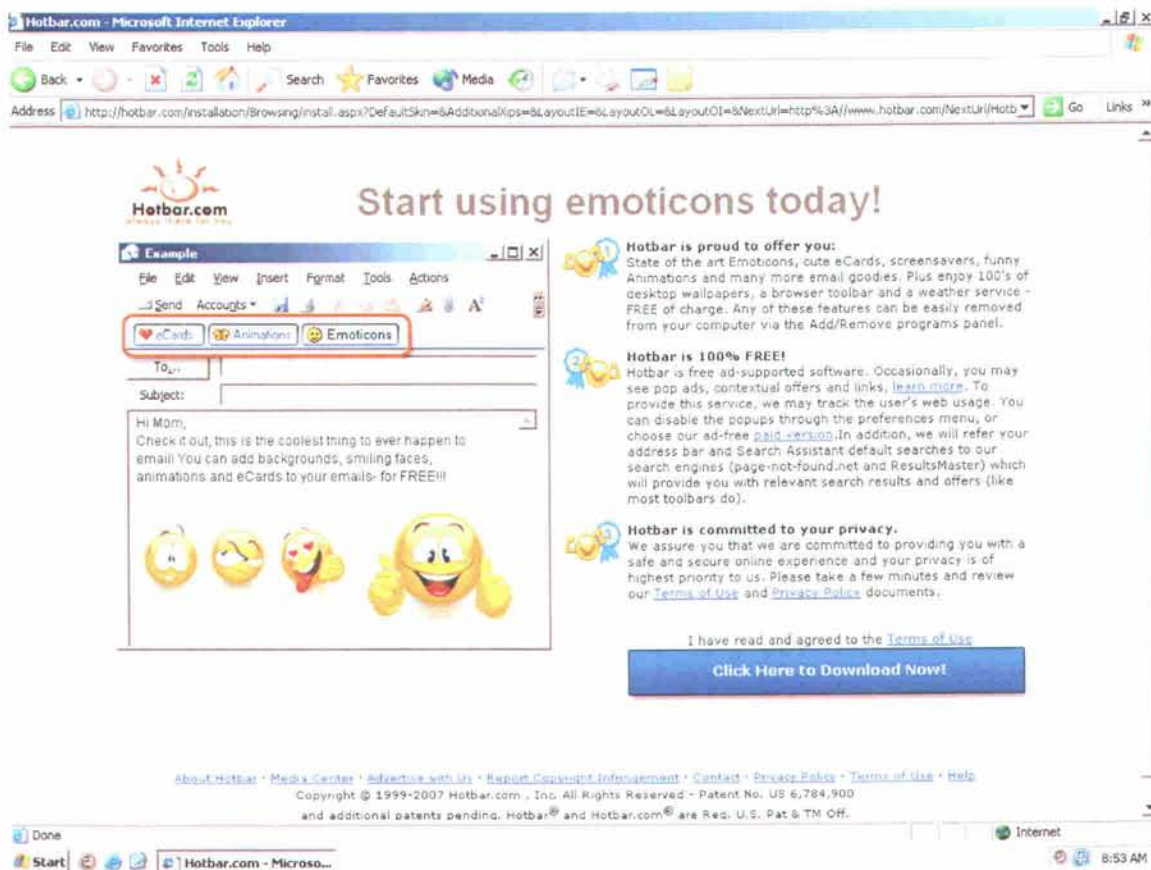


Even though I disapproved that I am at least 18 years old and I also disapproved the EULA, I got the installer from their website. This behavior is dodgy and is in violation to the FTC agreement (refer to the 3rd point).

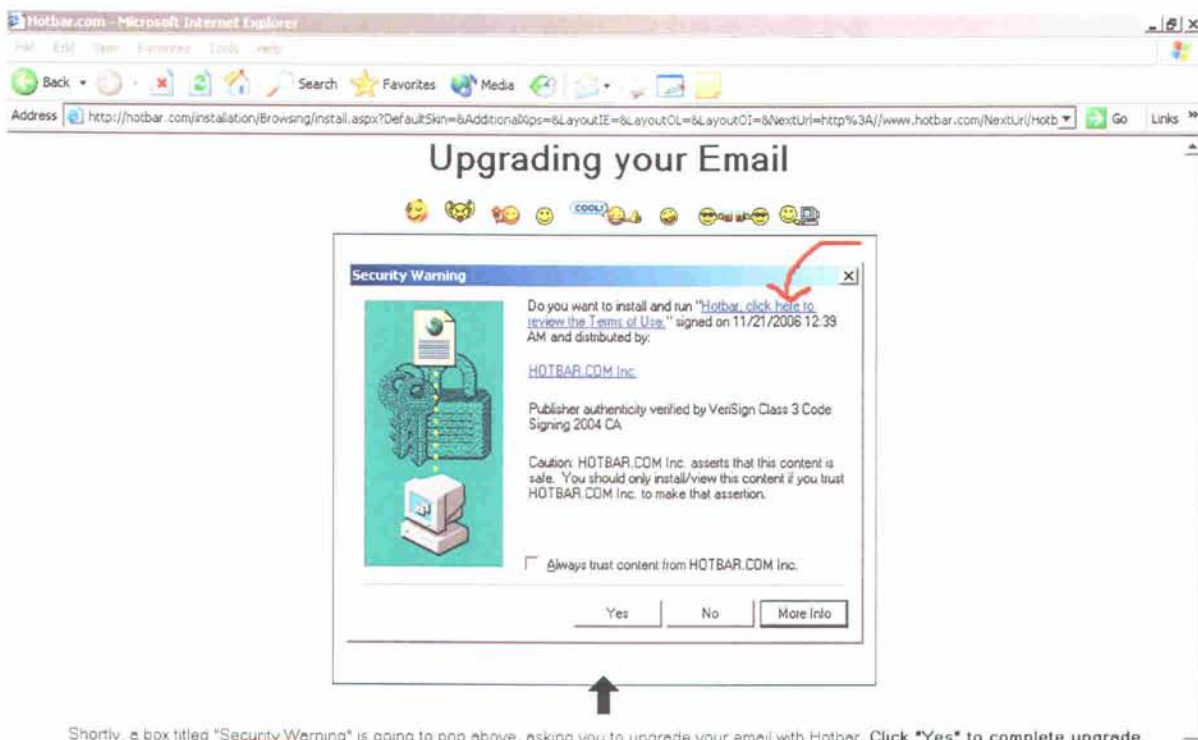


I have encircled the downloaded installer. As you can see once when you execute the installer it should ask for consent which it never asks and there is no way now that you can stop the zango installation (no cancel button to stop installation).

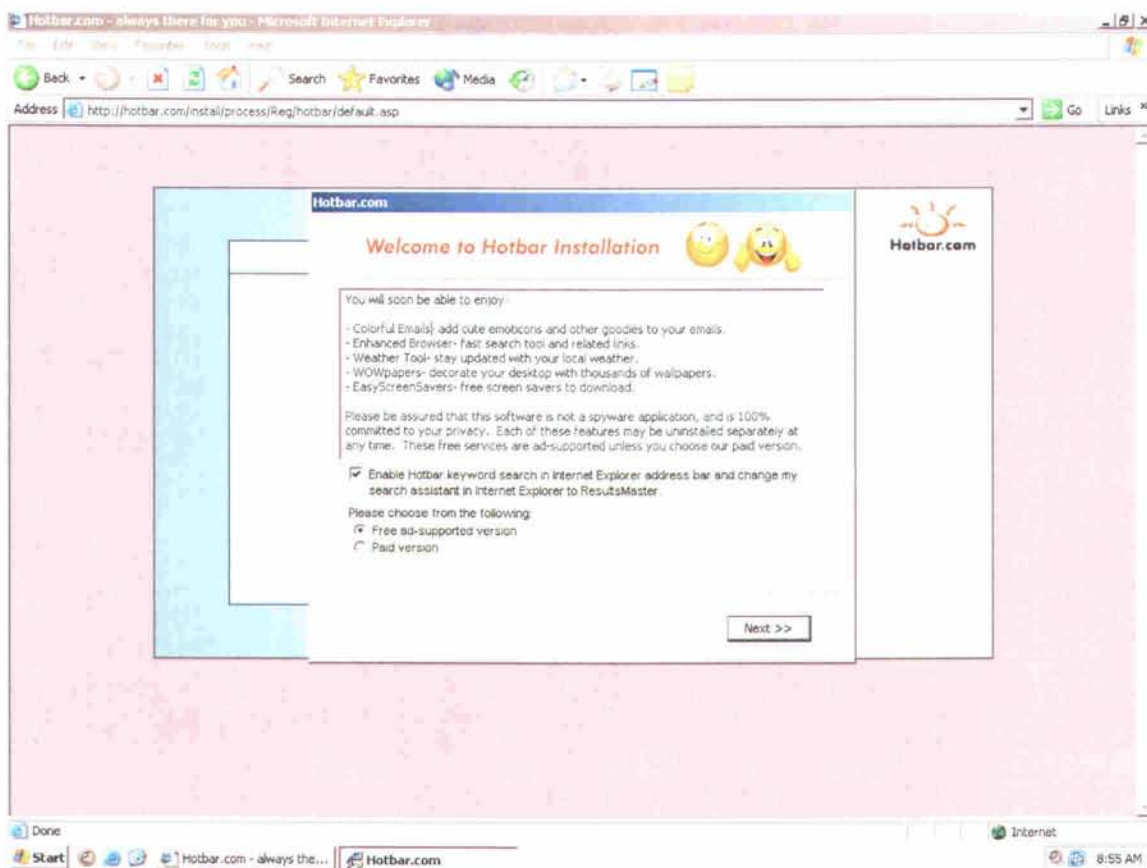
HOTBAR INSTALLATION



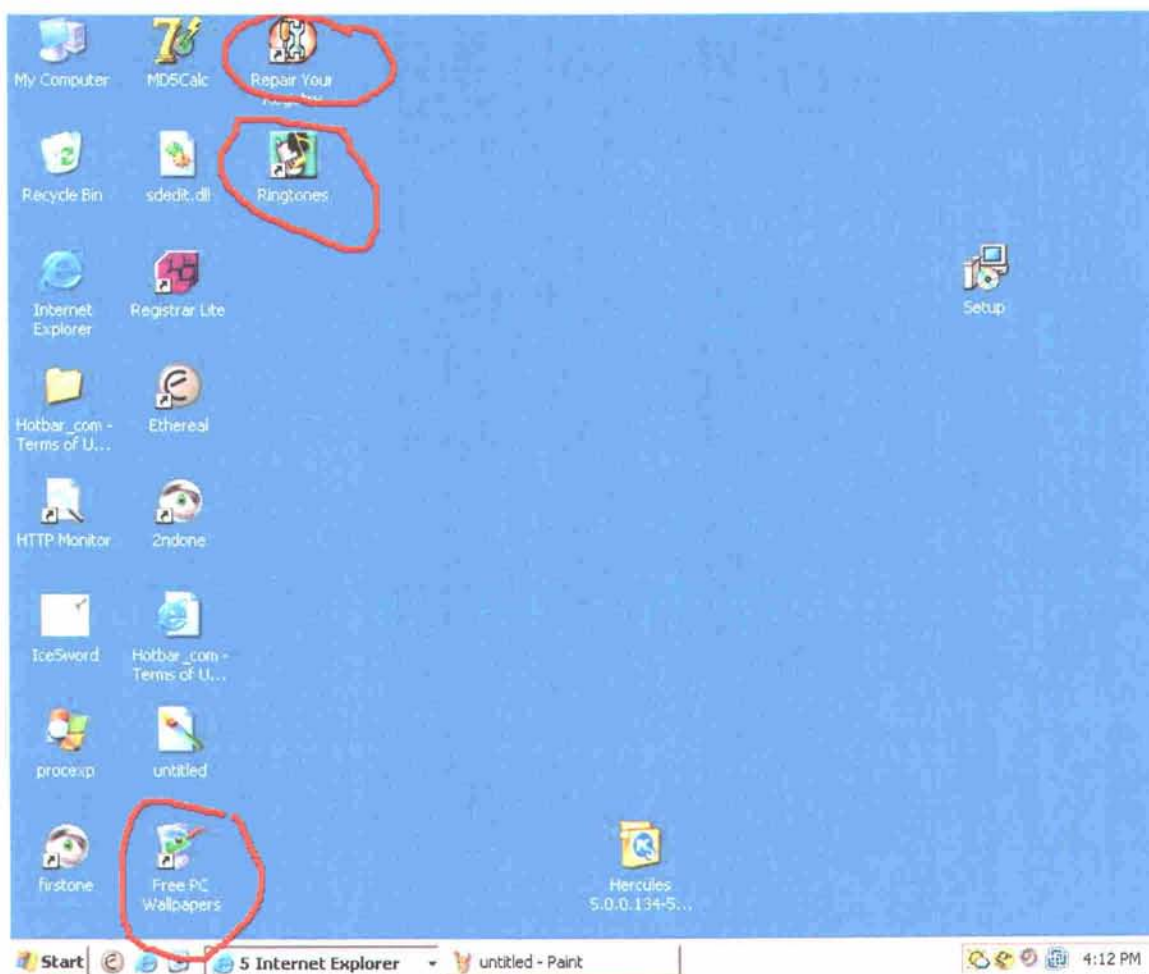
This is from hotbar.com, just click on download and you will get the following on your screen.



Again see the 3rd point in the FTC agreement which states about **"express consent"**. Well can't see any express consent thing or not even a clear way to look at the EULA. This type of installation is definitely is not right.



Last step before installation and no information about what is being installed.

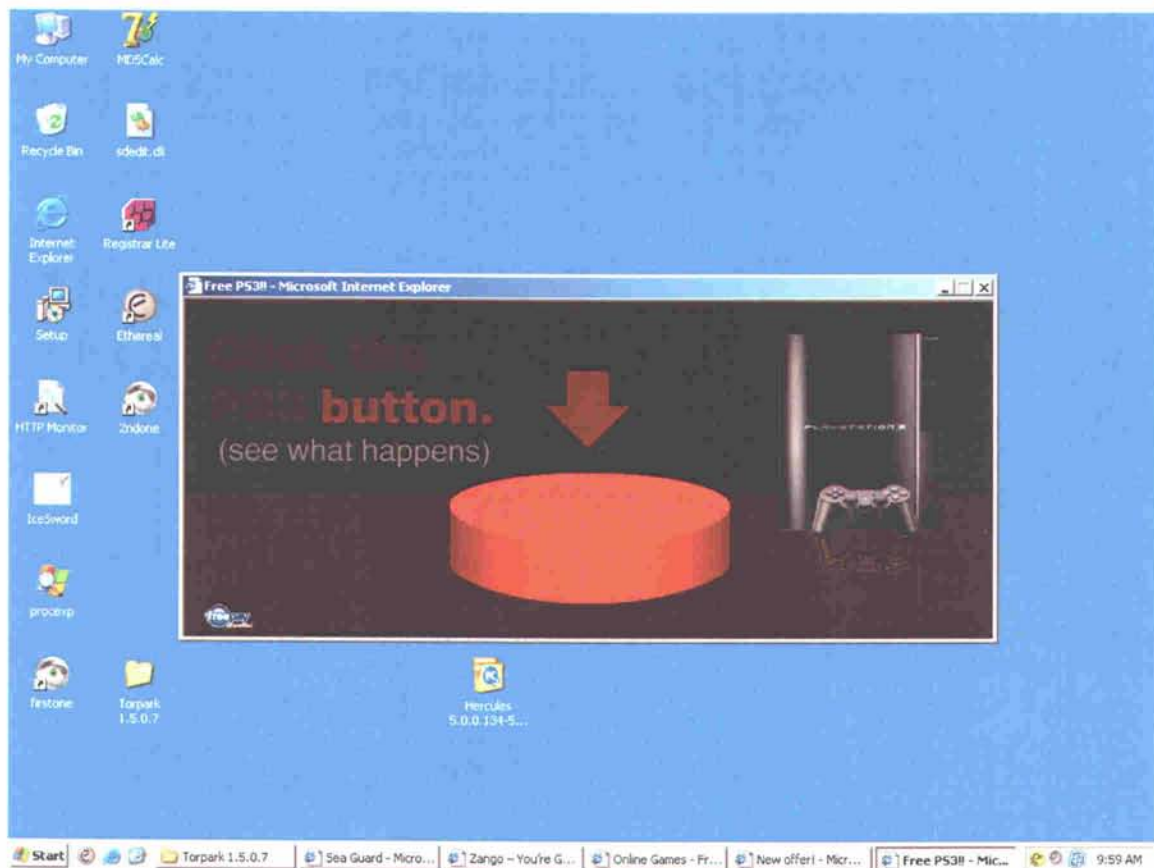


Look what you got on the desktop. No one asked for them and there was no information as this will happen. Well if you double click these shortcuts it will take to the following websites:

<http://www.wowpapers.com/>
<http://www1.rockyourtones.com/>

Both of them are listed adware sites and they drop more stuff on your pc.

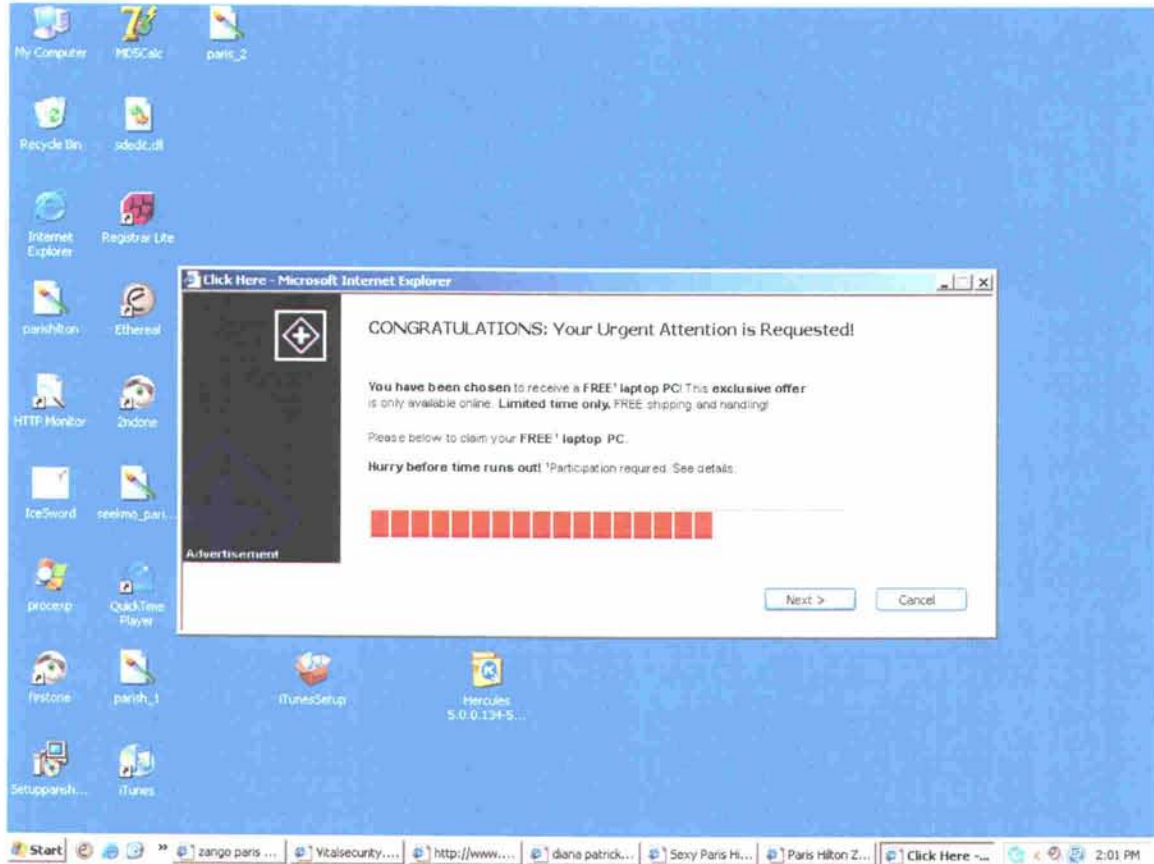
ZANGO ADVERTISEMENTS



See the 5th point in the FTC agreement which states about **"clearly and prominently" labeling each advertisement it displays**. But nothing on this one.



Again no indication as who is popping them up.



Where that come from, definitely deceptive.



Yep for this one indeed they have mentioned their name. But this means that I can access porn even without consenting that I am at least 18 years old. (thanks to zango)

ZANGO'S EULA

This has been copied from zango's License Agreement:

Display of Advertising.

The Search Assistant Licensed Software starts automatically when you start your computer, runs in the background on your computer, displays an icon in your system tray while running, and may periodically direct you to our sponsors' websites. By installing and/or using the Search Assistant Licensed Software you grant permission for Zango to periodically **display sponsors' websites** to you. The frequency of these advertisements (which will pop up on your screen in a separate browser) will be limited, but will vary depending on your use of the Internet. To see a representative example of an advertisement that may be displayed, go to <http://www.zango.com/destination/corporate/examples.htm>, which is incorporated herein by reference. Please note that you may receive **Adult-oriented ads** if you utilize keywords connected to, search for or view Adult websites. On occasion, you may search for a website and receive an error from your browser software indicating that the site cannot be found. When this occurs, the Search Assistant Licensed Software includes a function that may redirect your web browser to our sponsor's websites based on the content of the website address, or URL, which you entered. You hereby consent to these actions. Content that is "**Adult**" is defined as any audio, video, audiovisual, images, sounds or text that contain or reference any of the following: profanity, crude or off-color humor, violence, blood and gore, weapons, use of alcohol, drugs, tobacco or other controlled substances, online gambling, pornography, erotica, erotic images, nudity, sex, sexually explicit images, and sexual references. If you are using Microsoft Internet Explorer, you can utilize its Content Advisor feature to restrict certain types of sites and advertisements, including Adult ones, from opening in your browser. Specifically, please follow the following steps: 1. In Internet Explorer, select Tools/Internet Options; 2. Select the Content tab; 3. Select either Enable to turn on this feature and adjust the settings or Settings (if the feature is already enabled) to adjust your settings; 4. Customize your settings under each of the available tabs.

Updates. Zango, in its sole discretion, may provide you with Updates to the Licensed Software as part of this Agreement. The Licensed Software will check with Zango for the existence of any Update that Zango has released, and in the event that one is available, the Licensed Software **will update itself automatically**. Nothing herein shall be construed or interpreted as requiring that Zango provide Updates. Zango will not install any new software or Update that in our reasonable judgment has functionality that is materially different from the functionality of the previously installed Licensed Software without your prior consent.

What comes out of Zango's EULA?

- ✓ Zango gives free software's in return for advertisements based on user behaviour which may contain adult material.
- ✓ Zango can update its software without informing the user.
- ✓ Zango starts running when you start your pc(infact zango is always running when your machine is on)
- ✓ Zango can be uninstalled from Add/Remove programs.

PCTools is an Anti-Spyware and Anti-Adware company therefore reserve's the right to detect such type of programs even though they declare everything in their license agreement. The same goes for keyloggers and we detect them regardless of what they say in their license agreement. An Adware program is an adware program and we have to detect it.

As far as Zango is concerned its behavior is still dodgy. Installation process is not exactly correct and uninstall still leaves registry entries on user's machine. Updating software without informing the user is something which neither Pctools nor Microsoft does with their software's.